LOGANSPORT AND BELLE BOWER FIELDS 08-1105 thru 08-1111

LEGAL NOTICE

STATE OF LOUISIANA, OFFICE OF CONSERVATION, BATON ROUGE, LOUISIANA.

In accordance with the laws of the State of Louisiana, and with particular reference to the provisions of Title 30 of Louisiana Revised Statutes of 1950, a public hearing will be held in the Hearing Room, 1st Floor, LaSalle Building, 617 North 3rd Street, Baton Rouge, Louisiana, at 9:00 a.m. on **TUESDAY**, **AUGUST 5, 2008**, upon the application of **INDIGO MINERALS LLC**.

At such hearing the Commissioner of Conservation will consider evidence relative to the issuance of Orders pertaining to the following matters relating to the Hosston Zone, the Cotton Valley Formation, Reservoir A, and the Haynesville Zone, Reservoir A, in the Logansport Field, and to the Lower Hosston Formation, Reservoir A and the Cotton Valley Formation, Reservoir A, in the Belle Bower Field, DeSoto Parish, Louisiana.

LOGANSPORT FIELD

- 1. To establish rules and regulations governing the exploration for and production of gas and condensate from the Haynesville Zone, Reservoir A, and to create five (5) drilling and production units for the Haynesville Zone, Reservoir A.
- 2. To create five (5) additional drilling and production units for the exploration for and production of gas and condensate from the Hosston Zone.
- 3. To create three (3) additional drilling and production units for the exploration for and production of gas and condensate from the Cotton Valley Formation, Reservoir A.
- 4. To force pool and integrate all separately owned tracts, mineral leases and other property interests within each of the proposed units with each tract sharing in unit production on a surface acreage basis of participation.
- 5. To designate an operator of, and unit wells for, the proposed units as may be appropriate.
- 6. To propose that future wells drilled to the Haynesville Zone within or outside of the units proposed herein be located no closer than 330 feet to any unit line and no closer than 660 feet to any well completed in, drilling to, or for which a permit shall have been granted to drill to the Haynesville Zone; and to provide that for horizontal wells drilled within these proposed units where the horizontal portion of the well is cased and cemented back above the top of the Haynesville Zone, the distance to any unit boundary will be calculated based on the distance to the nearest perforation in the well, and not based on the penetration point or terminus.
- 7. To permit Applicant to combine downhole production from the Hosston Zone, from the Cotton Valley Formation, Reservoir A, and from the Haynesville Zone, Reservoir A, or any combination thereof, in any well drilled on the units proposed herein in which the ownership interests in the units from which production is combined downhole are identical.
- 8. To define the Haynesville Zone, Reservoir A, as that gas and condensate bearing interval encountered between the depths of 9,800' and 11,256' (electrical log measurements) in the Comstock Oil & Gas-LA LLC-Caraway Estate No. 2 Well, located in Section 20, Township 12 North, Range 16 West.
- 9. To extend, except as in conflict herewith, the provisions of Office of Conservation Order No. 28-R, effective August 1, 1969, as amended and supplemented by the Order Nos. 28-R and 28-S Series of Orders, to the proposed additional units for the Hosston Zone.
- 10.To extend, except as in conflict herewith, the provisions of Order No. 28-W, effective April 22, 1980, as amended and supplemented by the Order No. 28-W Series of Orders, to the proposed additional units for the Cotton Valley Formation, Reservoir A.
- 11. To consider such other matters as may be pertinent.
- The Hosston Zone was defined in Order No. 28-S, effective April 21, 1970.

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The Cotton Valley Formation, Reservoir A was defined in Order No. 28-W-1, effective October 15, 1982.

BELLE BOWER FIELD

- 1. To dissolve the unit designated L HOSS RA SUG, created for the Lower Hosston Formation, Reservoir A, by Order No. 312-D, effective December 16, 1977.
- 2. To dissolve the unit designated CV RA SUG, created for the Cotton Valley Formation, Reservoir A, by Order No. 312-E, effective December 16, 1977.
- 3. To consider such other matters as may be pertinent.

The Lower Hosston Zone, Reservoir A was defined in Order No. 312-D, effective December 16, 1977. The Cotton Valley Formation, Reservoir A was defined in Order No. 312-E, effective December 16, 1977.

Plats are available for inspection in the Office of Conservation in **Baton Rouge** and **Shreveport**, Louisiana.

www.dnr.state.la.us/CONS/CONSEREN/hearings/pubhearings.htm.

All parties having interest therein shall take notice thereof.

BY ORDER OF:

JAMES H. WELSH COMMISSIONER OF CONSERVATION

Baton Rouge, LA 7/1/08;7/5/08 S lck

IF ACCOMMODATIONS ARE REQUIRED UNDER AMERICANS WITH DISABILITIES ACT, PLEASE ADVISE THE OFFICE OF CONSERVATION-ENGINEERING DIVISION AT P.O. BOX 94275, BATON ROUGE, LA 70804-9275 IN WRITING WITHIN TEN (10) WORKING DAYS OF THE HEARING DATE.